

SCA Interim Report

1 January – 31 March 2011



Summary – Q1 2011



- Sales increased 6%*
 - Hygiene business
 - ◆ Stable demand in mature markets
 - ◆ Good growth in emerging markets, 8%**
 - Packaging and Forest Products
 - ◆ Corrugated volumes flat, prices increased 15%
 - ◆ Publication paper volumes decreased 5%
 - ◆ Solid-wood product volumes increased 13%
- EBIT increased 10%***
 - Higher prices and volumes
 - Cost savings
 - Significantly higher raw material costs, SEK 1.3bn
 - Negative currency impact, SEK 300m
- Profit before tax increased 10%***
- Cash flow from current operations: SEK 353m

* Adjusted for exchange rate movements and divestments

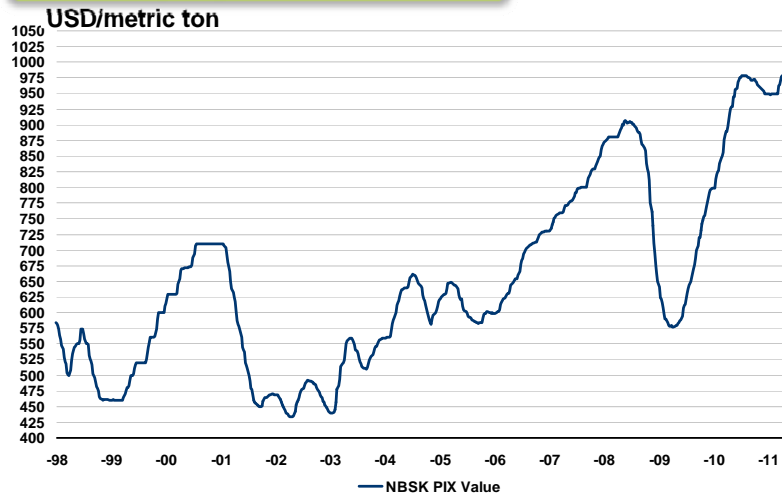
** Adjusted for exchange rate movements

*** Excluding restructuring costs and adjusted for exchange rate movements

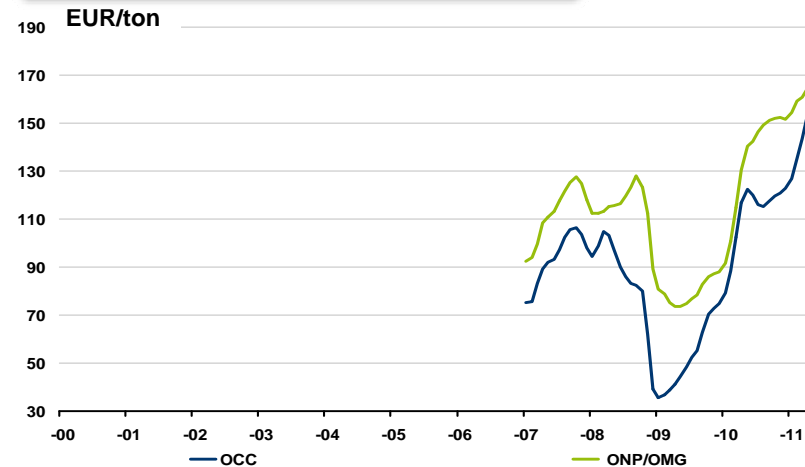
Significantly increased raw material prices



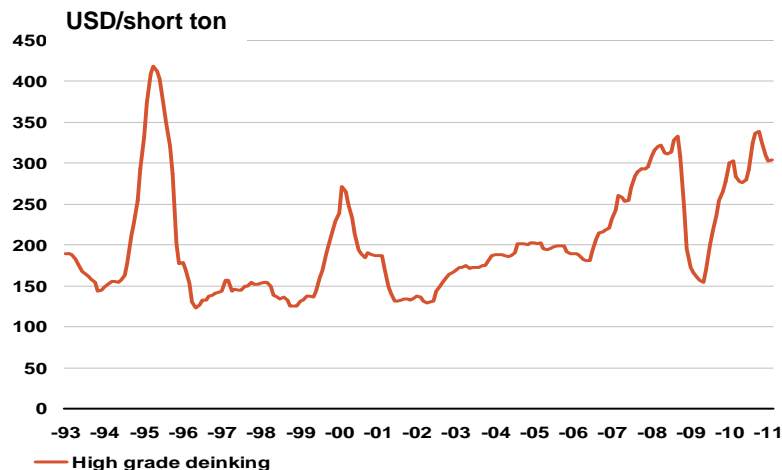
NBSK pulp



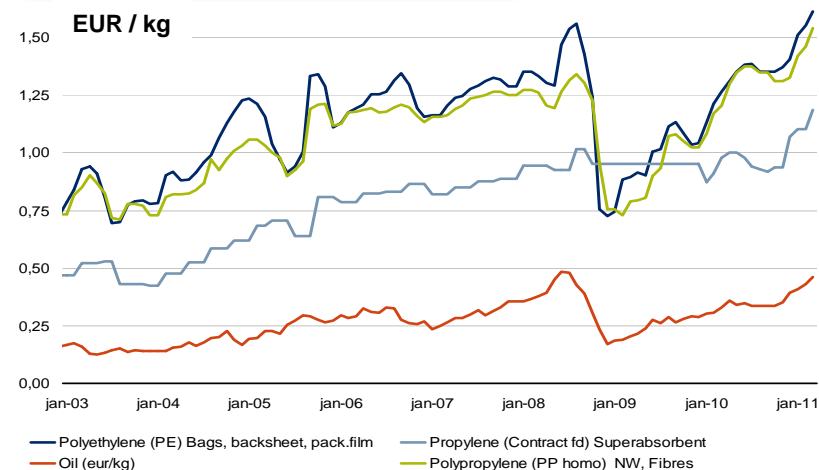
Recovered paper - Europe



Recovered paper - US



Oil based material



Q1 2011 results



SEK millions	Q1	Q1	Change,	Change,
unless otherwise stated	2011	2010	%	%**
Net sales	25,393	26,199 ***	-3	6 ****
EBIT*	2,112	2,027	4	10
EBIT margin* (%)	8.3	7.7		
Profit before tax*	1,810	1,748	4	10
Earnings per share (SEK)	1.89	1.53	24	
Cash flow from current operations	353	1,148		
Debt/Equity ratio	0.49	0.57		

* Adjusted for Packaging restructuring costs in 2010

** Adjusted for exchange rate movements

*** Net sales from SCA recycling business have been reclassified to other income with retroactive adjustment from 2010

**** Adjusted for exchange rate movements and divestments



Q1 2011 vs. Q4 2010

Summary



■ Group

- ◆ Sales decreased 3%*
 - Seasonally lower volumes
 - Higher prices
- ◆ EBIT decreased 16%*
 - Seasonally lower volumes
 - Increased raw material and energy costs, SEK 300m
 - Negative currency impact
- ◆ Profit before tax decreased 17%*

■ Business areas

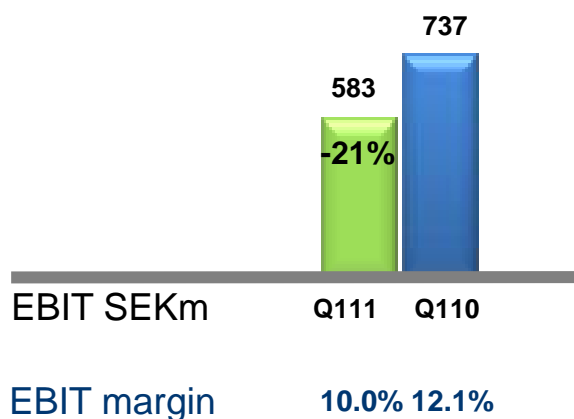
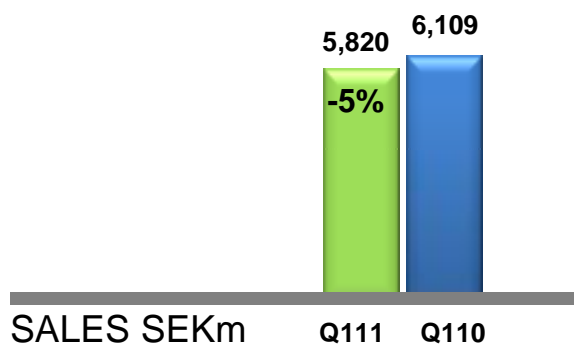
- ◆ Personal Care, EBIT decreased 19%*
 - Seasonally lower volumes
- ◆ Tissue, EBIT decreased 18%*
 - Seasonally lower volumes
- ◆ Packaging, EBIT decreased 9%*
 - Significantly higher raw material cost
 - Higher prices and volumes
- ◆ Forest Products, EBIT decreased 16%
 - Higher raw material costs

* Adjusted for exchange rate movements



Personal Care

Q1 2011 vs. Q1 2010



■ Sales decreased 5% (+3%*)

- ◆ Incontinence care increased 3%*
- ◆ Baby diapers increased 5%*
- ◆ Feminine care increased 1%*
- ◆ Emerging markets increased 8%*
 - Incontinence care 4%*
 - Baby diapers 14%*
 - Feminine care 2%*

■ EBIT decreased by 21% (-15%*)

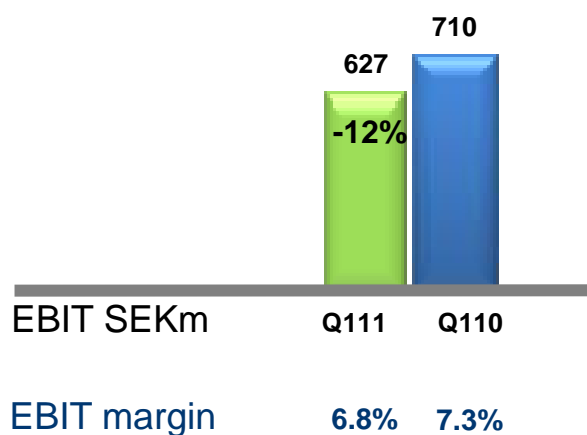
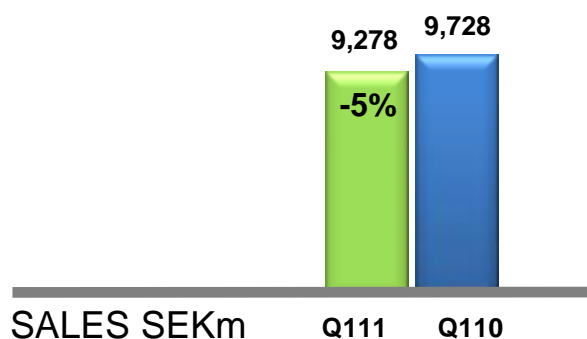
- ◆ Significantly higher raw material cost
- ◆ Increased market activities
- ◆ Higher volumes
- ◆ Negative currency impact



* Adjusted for exchange rate movements

Tissue

Q1 2011 vs. Q1 2010



■ Sales decreased by 5% (+4%*)

- ◆ Consumer tissue increased 2%*
- ◆ AFH tissue increased 7%*
- ◆ Emerging markets increased 8%*
 - Consumer tissue increased 8%*
 - AFH tissue increased 9%*

■ EBIT decreased by 12% (-5%*)

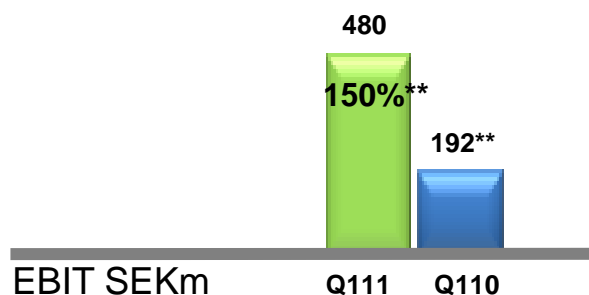
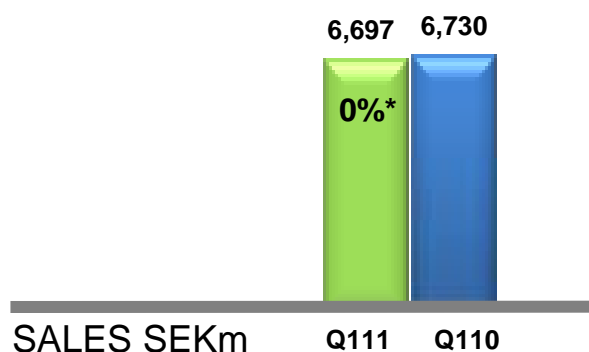
- ◆ Significantly higher raw material costs
- ◆ Higher prices
- ◆ Negative currency impact



* Adjusted for exchange rate movements

Packaging

Q1 2011 vs. Q1 2010



EBIT margin 7.2% 2.9%**

- **Sales flat (+15%*)**
 - ◆ Higher prices and volumes
- **EBIT increased to SEK 480m (SEK 192m**)**
 - ◆ Higher prices and volumes
 - ◆ Savings from restructuring program
 - ◆ Significantly higher raw material costs
 - ◆ Negative currency impact

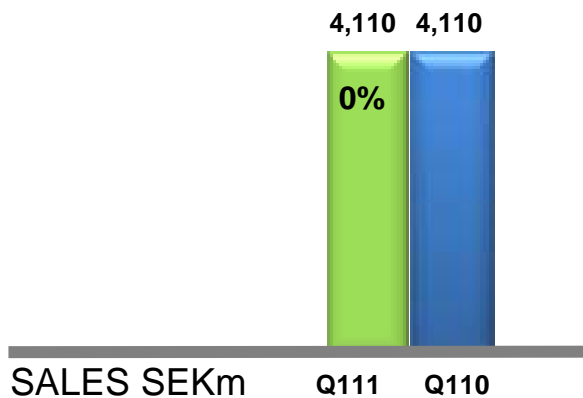


* Adjusted for exchange rate movements, divestments and closures

** Excluding restructuring costs

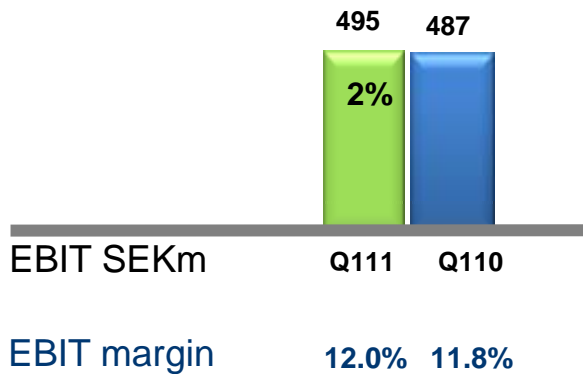
Forest Products

Q1 2011 vs. Q1 2010



■ Sales flat (+2%*)

- ◆ *Publication papers, lower sales*
 - Higher prices
 - Lower volumes
 - Negative currency impact
- ◆ *Solid-wood products and Pulp, higher sales*
 - Higher prices



■ EBIT increased 2%

- ◆ Higher prices
- ◆ Higher raw material costs
- ◆ Negative currency effect



* Adjusted for exchange rate movements

Outlook 2011



- Good demand for all businesses
- Good growth in Emerging markets for Hygiene businesses
- Continued high raw material costs
- Increasing corrugated prices
- Price increases for Personal Care, Tissue and publication papers during H2





Q & A

